
THE TOWN OF GOLDSBY

**(Including the Goldsby Airport Trust, the Goldsby Water Authority, and the Goldsby
Public Works Authority)**

FINANCIAL STATEMENTS

AS OF AND FOR THE YEAR ENDED JUNE 30, 2013

BECKY FLEMING, C.P.A., INC.

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INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees
The Town of Goldsby, Oklahoma

Report on Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, and each major fund of the Town of Goldsby, Oklahoma, as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Governmental Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to in the first paragraph present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, and each major fund of the Town of Goldsby, Oklahoma, as of June 30, 2013, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the budgetary comparison information on page 26 be presented to supplement the basic financial statements. Such information, although not part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Management has omitted the management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Goldsby's basic financial statements. The schedules of expenditures of federal and state awards are presented for purposes of additional analysis and are not a required part of the basic financial statements. Those schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated January 30, 2014, on our consideration of the internal control over financial reporting of the Town of Goldsby and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town of Goldsby's internal control over financial reporting and compliance.

 , C.P.A., Inc.

Becky Fleming, C.P.A., Inc.
January 30, 2014

THE TOWN OF GOLDSBY
STATEMENT OF NET POSITION
JUNE 30, 2013

	Governmental Activities	Business-type Activities	Total 2013
ASSETS			
Current Assets			
Cash and demand deposits	1,165,921	987,978	2,153,899
Certificates of deposit	716,472	0	716,472
Restricted cash and investments	150,605	231,420	382,025
Accounts receivable	126,455	46,661	173,116
Allowance for doubtful accounts	0	(5,057)	(5,057)
Other receivables	0	122,595	122,595
Internal balances	4,518	(4,518)	0
Grants receivable	0	0	0
Inventory	0	31,738	31,738
Total current assets	2,163,971	1,410,817	3,574,788
Noncurrent Assets			
Depreciable property and equipment	5,045,096	6,845,805	11,890,901
Accumulated depreciation	(1,471,141)	(1,997,153)	(3,468,294)
Land	427,582	86,289	513,871
Construction in progress	3,743	383,344	387,087
Total capital assets	4,005,280	5,318,285	9,323,565
Total noncurrent assets	4,005,280	5,318,285	9,323,565
TOTAL ASSETS	6,169,251	6,729,102	12,898,353
LIABILITIES			
Current Liabilities			
Accounts payable	0	10,842	10,842
Construction accounts payable	0	136,217	136,217
Payroll and related accounts payable	14,222	16,600	30,822
Court bonds payable	2,990	0	2,990
Deferred revenue	8,333	4,862	13,195
Current portion of notes payable	0	40,561	40,561
Total current liabilities	25,545	209,082	234,627
Noncurrent Liabilities			
Refundable deposits	0	35,235	35,235
Notes payable, less current portion	0	409,598	409,598
Impact fee payable	0	99,576	99,576
Total noncurrent liabilities	0	544,409	544,409
TOTAL LIABILITIES	25,545	753,491	779,036
NET POSITION			
Net investment in capital assets	4,005,280	4,868,126	8,873,406
Restricted for:			
Fire department	152,409	0	152,409
System improvements	0	154,054	154,054
Debt	0	42,132	42,132
Unrestricted	1,986,017	911,299	2,897,316
TOTAL NET POSITION	6,143,706	5,975,611	12,119,317

The accompanying notes are an integral part of these financial statements

**THE TOWN OF GOLDSBY
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2013**

Functions/Programs		Charges for		Operating		Program Revenues		Net (Expense) Revenues and Changes in Net Assets	
Expenses		Services		Grants and Contributions		Grants and Contributions		Business-type Activities	Total 2013
Governmental activities:									
Court	(18,730)	13,336		0		0			(5,394)
General government	(298,374)	62,464		0		45,000			(190,910)
Park	(120,677)	2,515		0		0			(118,162)
Security	(96,637)	50,000		0		0			(46,637)
Fire	(110,186)	50,000		64,369		0			4,183
Streets	(288,826)	0		16,361		0			(272,465)
Total governmental activities	(933,430)	178,315		80,730		45,000		0	(629,385)
Business-type activities:									
Airport *	(234,855)	191,897		0		205,000		162,042	162,042
Water **	(585,066)	876,334		0		0		291,268	291,268
Trash	(111,250)	66,618		0		0		(44,632)	(44,632)
Total business-type activities	(931,171)	1,134,849		0		205,000		408,678	408,678
Total all activities	(1,864,601)	1,313,164		80,730		250,000		408,678	(220,707)
General revenues:									
Taxes:									
Sales and use taxes levied for general purposes								0	1,075,834
Payments in lieu of taxes for general purposes								0	35,750
Franchise and public service taxes								0	193,659
Investment income								513	21,025
Transfers								63,600	(63,600)
Total general revenues and transfers	1,262,668							64,113	1,262,668
Change in net position	633,283							472,791	633,283
Beginning net position	5,994,900							5,022,791	5,994,900
Prior period adjustments	(484,477)							480,029	(484,477)
Ending net position	6,143,706							5,975,611	6,143,706

* Includes \$9,345 interest expense
** Includes \$3,447 interest expense

The accompanying notes are an integral part of these financial statements

**THE TOWN OF GOLDSBY
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2013**

	2013 General Fund
ASSETS	
Cash and demand deposits	1,165,921
Court bond account	2,643
County sales tax fund	147,962
Certificates of deposit	716,472
Revenue receivable	126,455
Due from other funds	4,518
TOTAL ASSETS	2,163,971
LIABILITIES	
Payroll and related accounts payable	14,222
Court bonds and fees payable	2,990
Deferred revenue	8,333
TOTAL LIABILITIES	25,545
FUND BALANCE	
Restricted:	
County fire tax for fire department	152,409
Unrestricted:	
Unassigned	1,986,017
TOTAL FUND BALANCE	2,138,426
TOTAL LIABILITIES AND FUND BALANCE	2,163,971
Reconciliation of general fund balance to net assets of governmental activities:	
Fund balance	2,138,426
Capital assets	5,476,421
Accumulated depreciation	(1,471,141)
Net assets	6,143,706

The accompanying notes are an integral part of these financial statements

**THE TOWN OF GOLDSBY
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2013**

	<u>2013</u>
	<u>General</u>
	<u>Fund</u>
REVENUES	
Taxes	1,262,122
Payments in lieu of taxes	35,750
Shared taxes	76,119
Fines and fees	13,336
Permits, licenses, inspections	35,290
Rents and royalties	23,067
Sales and services	100,000
Donations	1,550
Grants	55,431
Other revenues	6,623
Interest	21,025
TOTAL REVENUES	<u>1,630,313</u>
EXPENDITURES	
Court	18,730
General government	275,722
Park department	69,714
Security department	96,637
Fire department	62,283
Street department	170,262
Capital outlay	423,431
TOTAL EXPENDITURES	<u>1,116,779</u>
REVENUES OVER (UNDER) EXPENDITURES	513,534
OTHER FINANCING SOURCES (USES)	
Interfund transfers	<u>(63,600)</u>
NET CHANGE IN FUND BALANCES	449,934
BEGINNING FUND BALANCE	<u>1,688,492</u>
ENDING FUND BALANCE	<u><u>2,138,426</u></u>
Reconciliation of the change in the general fund balance to the change in net assets of governmental activities:	
Net change in fund balances - total governmental funds	449,934
Capital asset purchases capitalized	423,431
Depreciation expense	<u>(240,082)</u>
Change in Net Assets of Governmental Activities	<u><u>633,283</u></u>

The accompanying notes are an integral part of these financial statements

**THE TOWN OF GOLDSBY
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2013**

	Goldsby Airport Trust	Goldsby Water Authority	Goldsby Public Works Authority	2013 Total Proprietary Funds
ASSETS				
Current Assets				
Cash and demand deposits	76,298	867,392	44,288	987,978
Restricted cash and investments	0	231,420	0	231,420
Accounts receivable	0	46,661	0	46,661
Allowance for doubtful accounts	0	(5,057)	0	(5,057)
Other receivables	122,595	0	0	122,595
Due from other funds	1,456	772	3,427	5,655
Inventory	31,738	0	0	31,738
Total current assets	232,087	1,141,188	47,715	1,420,990
Noncurrent Assets				
Depreciable property and equipment	3,127,909	3,221,196	496,700	6,845,805
Accumulated depreciation	(638,662)	(1,321,823)	(36,668)	(1,997,153)
Land	0	86,289	0	86,289
Construction in progress	309,514	73,830	0	383,344
Total capital assets	2,798,761	2,059,492	460,032	5,318,285
Total noncurrent assets	2,798,761	2,059,492	460,032	5,318,285
TOTAL ASSETS	3,030,848	3,200,680	507,747	6,739,275
LIABILITIES				
Current Liabilities				
Accounts payable	3,596	0	7,246	10,842
Accrued payroll and benefits payable	2,275	13,650	675	16,600
Construction accounts payable	136,217	0	0	136,217
Due to other funds	0	3,427	6,746	10,173
Deferred revenue	0	4,862	0	4,862
Current portion of notes payable	21,623	18,938	0	40,561
Total current liabilities	163,711	40,877	14,667	219,255
Noncurrent Liabilities				
Notes payable, less current portion	184,398	225,200	0	409,598
Refundable deposits	0	35,235	0	35,235
Impact fees payable	0	99,576	0	99,576
Total noncurrent liabilities	184,398	360,011	0	544,409
TOTAL LIABILITIES	348,109	400,888	14,667	763,664
NET POSITION				
Net investment in capital assets	2,592,740	1,815,354	460,032	4,868,126
Restricted for system improvements	0	154,054	0	154,054
Restricted for debt	0	42,132	0	42,132
Unrestricted	89,999	788,252	33,048	911,299
TOTAL NET POSITION	2,682,739	2,799,792	493,080	5,975,611

The accompanying notes are an integral part of these financial statements

THE TOWN OF GOLDSBY
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2013

	Goldsby Airport Trust	Goldsby Water Authority	Goldsby Public Works Authority	2013 Total Proprietary Funds
OPERATING REVENUES				
Rentals	92,512	0	0	92,512
Fuel and oil sales	97,497	0	0	97,497
Water revenue	0	610,029	0	610,029
Keycard revenue	0	0	66,618	66,618
Other income	1,888	266,305	0	268,193
TOTAL OPERATING REVENUES	191,897	876,334	66,618	1,134,849
OPERATING EXPENSES				
Personal services	26,320	170,172	10,154	206,646
Materials and supplies	4,177	191,560	2,114	197,851
Cost of goods sold	86,383	21,913	0	108,296
Other services and charges	37,038	77,989	74,537	189,564
Depreciation	71,592	119,486	24,445	215,523
TOTAL OPERATING EXPENSES	225,510	581,120	111,250	917,880
OPERATING INCOME (LOSS)	(33,613)	295,214	(44,632)	216,969
NON-OPERATING REVENUES (EXPENSES)				
Interest income	23	490	0	513
Interest expense	(9,345)	(3,446)	0	(12,791)
Grant revenues	205,000	0	0	205,000
Trustee fees	0	(500)	0	(500)
TOTAL NON-OPERATING REVENUES (EXPENSES)	195,678	(3,456)	0	192,222
INCOME (LOSS) BEFORE OTHER REVENUES, EXPENSES, GAINS, LOSSES AND TRANSFERS	162,065	291,758	(44,632)	409,191
Interfund transfers	11,849	45,000	6,751	63,600
CHANGE IN NET POSITION	173,914	336,758	(37,881)	472,791
BEGINNING NET POSITION	2,513,273	2,463,034	46,484	5,022,791
Prior period adjustment	(4,448)	0	484,477	480,029
ENDING NET POSITION	2,682,739	2,799,792	493,080	5,975,611

The accompanying notes are an integral part of these financial statements

**THE TOWN OF GOLDSBY
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2013**

	Goldsby Airport Trust	Goldsby Water Authority	Goldsby Public Works Authority	2013 Total Proprietary Funds
Cash flows from operations:				
Cash received from:				
Customers	190,403	671,026	63,738	925,167
Cash payments for:				
Goods and services	(135,664)	(288,418)	(65,934)	(490,016)
Employees	(26,251)	(167,817)	0	(194,068)
Net cash provided from operations	28,488	214,791	(2,196)	241,083
Cash flows from capital financing activities:				
Grants	149,648	45,000	0	194,648
Capital expenditures	(110,409)	(261,297)	0	(371,706)
Principal payments	(20,715)	0	0	(20,715)
Interest payments	(9,347)	0	0	(9,347)
Interfund transfers	11,849	0	0	11,849
Net transfers to restricted accounts	0	191,635	0	191,635
Net cash from capital financing activities	21,026	(24,662)	0	(3,636)
Cash flows from investing activities:				
Interest income	23	331	0	1,078
Net increase (decrease) in cash	49,537	190,460	(2,196)	238,525
Beginning cash	26,761	676,932	46,484	750,177
Ending cash	76,298	867,392	44,288	988,702
Reconciliation of income from operations to net cash from operations:				
Operating income (loss)	(33,613)	295,214	(44,632)	216,969
Adjustments to income from operations:				
Depreciation and amortization	71,592	119,486	24,445	215,523
Impact fees	0	(212,231)	0	(212,231)
Change in assets and liabilities:				
(Increase) decrease in receivables	(1,491)	8,046	(188)	6,367
(Increase) decrease in due from other funds	2,556	(772)	(2,692)	(908)
(Increase) decrease in inventories	(10,624)	0	0	(10,624)
Increase (decrease) in payables	68	2,356	6,995	9,419
Increase (decrease) in due to other funds	0	2,692	13,876	16,568
Net cash provided by operations	28,488	214,791	(2,196)	241,083
** Activity in restricted accounts:				
Beginning cash and investments		341,434		
From operating accounts		20,596		
Impact fees		91,194		
Principal payments		(17,050)		
Interest payments		(3,382)		
Water system improvements		(212,231)		
Net meter deposits		10,730		
Bank fees		(30)		
Investment income		159		
Ending cash and investments		231,420		

** Activity in restricted accounts is presented as supplemental information.

The accompanying notes are an integral part of these financial statements

**The Town of Goldsby
Notes to the Basic Financial Statements
As of and for the Year Ended June 30, 2013**

1. Summary of Significant Accounting Policies

1A. Introduction

The Town's financial statements are prepared in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). The more significant accounting policies established by GAAP and used by the Town are discussed below.

For the fiscal year ended June 30, 2013, the Town implemented the new financial reporting requirements of the following GASB statements:

GASB 62 incorporates into the GASB's authoritative literature certain accounting and financial reporting guidance included in other pronouncements issued on or before November 30, 1989, which does not conflict with or contradict GASB pronouncements. This statement also supersedes Statement No. 20, relating to proprietary fund accounting, eliminating the election for enterprise funds and business-type activities to apply post-November 30, 1989 FASB Statements and Interpretations that do not conflict with or contradict GASB pronouncements.

GASB 63 provides financial reporting guidance for deferred outflows and inflows of resources and identifies net position as the residual of all other elements presented in the statement of financial position. This Statement amends the net asset reporting requirements of other pronouncements by incorporating deferred outflows and inflows into the definitions of the required components of the residual measure and by renaming that measure as net position, rather than net assets.

GASB 65 reclassifies certain items currently being reported as assets and liabilities as deferred outflows and inflows of resources; and recognizes certain items currently being reported as assets and liabilities as outflows and inflows of resources.

1B. Financial Reporting Entity

The Town of Goldsby, Oklahoma, was organized in 1962 and incorporated under the laws of the State of Oklahoma. The Town of Goldsby (Town) operates under the Statutory Town Board of Trustees form of government and provides the following major services: public safety, streets, public improvements, planning and zoning, and general administration. In addition, the Town owns and operates an airport, a water system, and a trash service.

These financial statements present the Town (the primary government) and its component units in conformity with GASB-14. The financial statements of the Town's Title 60 Trusts have been included in the financial reporting entity as blended component units because their operating and financial relationships are significant to the Town.

**The Town of Goldsby
Notes to the Basic Financial Statements
As of and for the Year Ended June 30, 2013**

1C. Blended Component Units

The Goldsby Airport Trust (GAT) was established April 4, 1991, to operate the David J. Perry Airport. GAT is a legally separate entity from the Town and is governed by a board of 5 trustees appointed by the Town board. For financial reporting purposes, the GAT is reported as if it were part of the Town's operations. GAT does not present separate financial statements.

The Goldsby Water Authority (GWA) was established May 2, 1988, to finance and operate the Town's water system. GWA is a legally separate entity from the Town and is governed by a board of 5 trustees, 3 of whom are Town trustees and 2 of whom are customers living outside the Town limits. For financial reporting purposes, the GWA is reported as if it were part of the Town's operations. GWA does not present separate financial statements.

The Goldsby Public Works Authority (GPWA) was established March 24, 2003, to finance, establish, and operate a wireless internet service for the citizens of the Town. GPWA is a legally separate entity from the Town and is governed by the same board of trustees that governs the Town. For financial reporting purposes, the GPWA is reported as if it were part of the Town's operations. The GPWA sold its internet service in June, 2006, and is currently operating the Town's trash service. GPWA does not present separate financial statements.

1D. Basic Financial Statements

The Town's basic financial statements include both government-wide (reporting the Town as a whole) and fund financial statements (reporting the Town's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business-type. The Town's security, fire, streets, trash, park, and general government administration are classified as governmental activities. The Town's airport and water services are classified as business-type activities.

1E. Government-wide Financial Statements

In the government wide Statement of Net position, both the governmental and business-type activities columns are presented on a consolidated basis by column, and are reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The Town's Net position are reported in three parts – invested in capital assets, net of related debt; restricted Net position, and unrestricted Net position. The Town first utilizes restricted resources to finance qualifying activities.

The government-wide Statement of Activities reports both the gross and net cost of each of the Town's functions and business-type activities. The functions are also supported by general government revenues (sales and use taxes, certain intergovernmental revenues,

The Town of Goldsby
Notes to the Basic Financial Statements
As of and for the Year Ended June 30, 2013

permits, and charges, etc.). The Statement of Activities reduces gross expenses by related program revenues, operating and capital grants. Program revenues must be directly associated with the function or a business-type activity. Operating grants include operating specific and discretionary (either operating or capital) grants, while the capital grants column reflects capital-specific grants. This government-wide focus is more on the sustainability of the Town as an entity and the change in the Town's Net position resulting from the current year's activities.

1F. Fund Financial Statements

The financial transactions of the Town are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self balancing accounts that comprise its assets, liabilities, reserves, fund equity, revenues, and expenditures/expenses. The various funds are reported by generic classification within the financial statements. The following fund types are used by the Town:

Governmental Funds

The measurement focus of governmental funds in the fund statements is current financial resources. Generally, only current financial assets and liabilities are included on their balance sheets and only sources and uses of available spendable resources are presented on their operating statements. Fund balance is used as their measure of available spendable resources at the end of the period.

Proprietary Funds

The measurement focus of proprietary funds is economic resources, the objectives of which involves the determination of operating income, changes in Net position, financial position, and cash flows. The generally accepted accounting principles applicable are those similar to businesses in the private sector. The Town maintains three proprietary funds, all of which are enterprise funds. Enterprise funds are used to account for operations for which a fee is charged to external users for goods or services and the activity is financed with debt that is solely secured by a pledge of the net revenues; has third party requirements that the cost of providing services, including capital costs, be recovered with fees and charges; or establishes fees and charges based on a pricing policy designed to recover similar costs.

1G. Basis of Accounting

Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made regardless of the measurement focus applied.

**The Town of Goldsby
Notes to the Basic Financial Statements
As of and for the Year Ended June 30, 2013**

Accrual Basis

Both governmental and business-type activities in the government-wide financial statements and proprietary fund financial statements are presented using the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred.

Modified Accrual Basis

The governmental funds financial statements are presented using the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual (both measurable and available). Available means collectible within the current period or within 30 days after year end. Expenditures are generally recognized when the related liability is incurred.

1H. Cash and Cash Equivalents

Cash and cash equivalents for purposes of the statement of cash flows are defined as cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

1I. Investments

The governing body has not formally adopted deposit and investment policies that limit the government's allowable deposits or investments and address the specific types of risk to which the government is exposed.

It is the policy of the governing body to require deposits in excess of FDIC limits to be collateralized as required by Oklahoma Statutes.

Investments are accounted for in accordance with GASB-31, *Accounting and Financial Reporting for Certain Investments*, which states that investments held at year end with original maturities greater than one year are stated at fair value. Fair value is estimated based on quoted market prices at year-end. All investments not required to be reported at fair value are stated at cost or amortized cost.

1J. Receivables

All receivables are reported at their gross value and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible. The allowances for uncollectible accounts are based on historical trends and periodic aging.

**The Town of Goldsby
Notes to the Basic Financial Statements
As of and for the Year Ended June 30, 2013**

1K. Inventories

Inventories are valued at cost on a first-in, first-out basis, which approximates market. GAT inventories consist of fuel for resale.

1L. Interfund Activity

Interfund activity is reported either as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other Interfund transactions are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide financial statements.

1M. Capital Assets

Capital assets purchased or acquired with an original cost of \$2,000 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at fair market value as of the date received. Depreciation on all assets is provided on the straight-line basis over the following estimated useful lives:

Buildings and improvements	30 to 40 years
Vehicles and equipment	3 to 20 years
Infrastructure	20 to 50 years

GASB-34 required the Town to report and depreciate new infrastructure assets effective with the 2004 year. Infrastructure assets include roads, sidewalks, bridges, traffic signals, etc. These infrastructure assets are likely to be the largest asset class of the Town. Neither their historical cost nor related depreciation has been reported in the financial statements. Retroactive reporting is not required.

1N. Compensated Absences

Town employees are entitled to certain compensated absences based on their length of employment. Such amounts are accrued as earned and reported in the financial statements.

1O. Revenues and Expenditures

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, and then unrestricted resources as needed. Program revenues in the government-wide statements include charges paid by the recipients of the goods or services offered by the programs and grants and

The Town of Goldsby
Notes to the Basic Financial Statements
As of and for the Year Ended June 30, 2013

contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues not classified as program revenues are presented as general revenues. In proprietary funds, operating revenues and expenses result from providing the goods or services that are the funds principal ongoing operations. Revenues and expenses not meeting this definition are nonoperating revenues and expenses. Subsidies and grants to proprietary funds, which finance either capital or current operations, are reported as nonoperating revenue based on GASB-33. In applying GASB-33 to grant revenues, the provider recognizes liabilities and expenses and the recipient recognizes receivables and revenue when the applicable eligibility requirements, including time requirements, are met. Resources transmitted before eligibility requirements are met are reported as advances by the provider and deferred revenue by the recipient.

1P. Equity Classifications

Governmental fund equity is classified as fund balance, which is either nonspendable, restricted, or unrestricted. Currently the Town has no nonspendable fund balances. Restricted amounts reflect amounts that are restricted by external sources. Unrestricted balances consist of amounts that either have no restriction, or that have been internally restricted by the town board of trustees. Currently the Town has no internally restricted fund balances.

In the government-wide statements, equity is classified as net position and displayed in three components: 1. Net investment in capital assets – Capital assets, net of accumulated depreciation, are reduced by the outstanding balances of any debt attributable to their acquisition, construction, or improvement; 2. Restricted net position – Net position that has had constraints placed upon it either by external sources such as creditors, grantors, contributors, or laws or regulations of other governments; or by law through constitutional provisions or enabling legislation; and 3. Unrestricted net position – All other net position that does not meet the definition of the previous two classifications.

2. Budgets and Budgetary Accounting

The board of trustees adopts legally required annual operating budgets each year for each fund. The same generally accepted accounting principles basis of accounting used for fund financial reporting purposes is used for budgetary purposes. At the fund level, actual expenditures cannot exceed budgeted appropriations at the department level. Budgetary transfers between departments of the same fund are approved by the board when required. Supplemental appropriations, if needed, are approved by the board and submitted to the state auditor's office as required by state statutes. All appropriations lapse at the end of the fiscal year. Encumbrance accounting is not used. For the year just ended, one general fund amendment was approved by the trustees.

**The Town of Goldsby
Notes to the Basic Financial Statements
As of and for the Year Ended June 30, 2013**

3. Risk Management

The Town is exposed to various risks of losses related to torts; thefts of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Town manages this risk through the purchase of commercial insurance policies. Risk management activities are accounted for by fund, and claims are recognized when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. In determining claims, events that might create claims, but for which none have been reported, are considered. There was no claims activity for the year.

4. Deposits and Investments

The State of Oklahoma allows municipalities to invest in the following: direct obligations of the U.S. Government, its agencies or instrumentalities; collateralized or insured certificates of deposit; insured savings accounts or savings certificates; and county, municipal or school district direct debt.

The GWA has investments of \$42,132 at a trustee bank as required by its OWRB loan. These investments consist of short-term treasury funds and are not insured or collateralized, but are invested in the same securities that would be used for collateral.

5. Restricted Cash and Investments

County Fire Department Sales Tax Funds

County sales tax funds restricted for the Town's fire department are reported in the Town's financial statements for accountability and control purposes. The county spends the funds for Town operations at the Town's request and title for all equipment purchased with these funds resides with the Town. Balances reflected in the financial statements are: cash - \$147,962; intergovernmental revenues - \$52,388; expenditures: \$21,997.

Debt Service and Debt Service Reserve Funds

The GWA loan payable to the Oklahoma Water Resources Board requires the GWA to maintain a debt service fund and a debt service reserve fund at a trustee bank. Balances in these accounts at June 30 were \$1,801 and \$40,331 respectively, for a total of \$42,132.

6. Water Facilities Impact Fee

June 20, 2000, the GWA approved resolution 2000-01 establishing a connection fee for new water customers. These funds may be used only for acquiring, equipping, and/or making capital improvements to the water facilities and shall not be used for maintenance and operations. The funds are to be expended in the order collected; and any funds not expended or obligated by the end of the calendar quarter immediately following six years from the date the fee was paid are subject to refunding with 3% interest at the written

The Town of Goldsby
Notes to the Basic Financial Statements
As of and for the Year Ended June 30, 2013

request of the customer. The amount in the fund and its associated liability at June 30 was \$154,054 and \$99,576 respectively, and includes interest earned on the account. It does not include accrued interest payable due to the unlikelihood of having to refund the full amount collected.

7. Long-term Debt

Debt outstanding at June 30, 2013, consisted of the following:

Business-type	Interest	Maturity	Amount		Security
	Rate	Date	Issued	Outstanding	
Airport	4.300%	08/05/18	304,426	206,021	airport facility
Water system	Variable	8/15/2023	450,000	243,650	water revenues

July 30, 2008, the GAT issued a \$399,500 note payable for airport improvements and to retire an existing note. The note carries interest at 4.3% and matures August 5, 2018. The note is secured by a mortgage on certain real estate.

April 1, 1995, the GWA issued a \$450,000 note payable to the Oklahoma Water Resources Board for water system improvements. The note carries a variable rate of interest that changed March 1 and September 1 of each year based on the rate of interest on the Board's State Loan Program Revenue Bonds, Series 1994A, plus applicable Program costs, and matured August 15, 2023. Beginning in May 2009, the OWRB changed the terms to quarterly to take advantage of the current low interest rates. For the year just ended, the rates were 1.23%, 1.18%, 1.687% and 1.56%. Additionally, the GWA paid an additional \$20,000 principal on their note in August 2008, changing the maturity date to November 15, 2022. The GWA makes monthly deposits to a debt service fund at a trustee bank which then makes the quarterly debt service payments. The note is secured by water revenues and the Town's sales tax and requires the GWA to maintain sufficient utility rates so that net revenues meet or exceed 1.25 times the maximum annual debt service. For the year just ended, the GWA met these requirements.

Long-term debt activity for the year ended June 30, 2013, was as follows:

Business-type activities	Beginning			Ending	Due in
	Balance	Additions	Reductions	Balance	One Year
Airport note payable	226,736	0	(20,715)	206,021	21,624
Water system note payable	260,700	0	(17,050)	243,650	18,450

The Town of Goldsby
Notes to the Basic Financial Statements
As of and for the Year Ended June 30, 2013

Debt service requirements to maturity are as follows:

Business-type Activities						
	Airport		Water		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2014	21,624	8,436	18,450	3,447	40,074	36,642
2015	22,572	7,488	20,000	3,513	42,572	3,513
2016	23,562	6,798	21,600	3,201	45,162	3,201
2017	24,595	5,464	23,350	2,864	47,945	2,864
2018	25,674	4,386	25,200	2,500	50,874	2,500
2019-2023	87,994	623	135,050	5,921	223,044	6,544
Total	206,021	33,195	243,650	21,446	449,671	55,264

8. Capital Assets

Capital asset activity for the year just ended is summarized as follows:

	Beginning Balance	Additions	Disposals	Ending Balance
Governmental activities				
Assets not depreciated				
Construction in progress	0	3,743	0	3,743
Land	427,582	0	0	427,582
Total assets not depreciated	427,582	3,743	0	431,325
Depreciable assets				
Buildings	1,289,146	303,479	0	1,592,625
Vehicles and equipment	1,086,571	111,295	0	1,197,866
Streets, bridges, sidewalks	2,249,691	4,915	0	2,254,606
Total depreciable assets	4,625,408	419,688	0	5,045,096
Accumulated depreciation				
Buildings	(251,004)	(45,458)	0	(296,462)
Vehicles and equipment	(531,768)	(79,473)	0	(611,241)
Streets, bridges, sidewalks	(448,287)	(115,151)	0	(563,438)
Total depreciation	(1,231,059)	(240,082)	0	(1,471,141)
Net depreciable assets	3,394,348	179,606	0	3,573,955
Net governmental assets	3,821,930	183,349	0	4,005,279

The Town of Goldsby
Notes to the Basic Financial Statements
As of and for the Year Ended June 30, 2013

	Beginning Balance	Additions	Disposals	Ending Balance
Business-type activities				
Assets not depreciated				
Construction in progress	150,299	236,540	(3,496)	383,343
Land	86,289	0	0	86,289
Total assets not depreciated	236,588	236,540	(3,496)	469,632
Depreciable assets				
Buildings	1,137,822	0	0	1,137,822
Vehicles and equipment	193,780	11,849	0	205,629
Infrastructure	5,239,325	263,029	0	5,502,355
Total depreciable assets	6,570,927	274,878	0	6,845,805
Accumulated depreciation				
Buildings	(134,710)	(38,255)	0	(172,965)
Vehicles and equipment	(127,570)	(17,859)	0	(145,429)
Infrastructure	(1,519,350)	(159,408)	0	(1,678,759)
Total depreciation	(1,781,630)	(215,523)	0	(1,997,153)
Net depreciable assets	4,789,297	59,355	0	4,848,653
Net business-type assets	5,025,885	295,896	(3,496)	5,318,285

Depreciation was charged to functions as follows:

Governmental activities		Business-type activities	
General government	47,043	Airport	71,592
Park	26,572	Water	119,486
Fire	47,903	Trash	24,445
Streets	118,564	Total business-type depreciation	<u>215,522</u>
Total governmental depreciation	<u>240,082</u>		

9. Pension Plans

Defined Contribution Pension Plan

The Town employees participate in the Oklahoma Municipal Retirement Fund (Fund), administered by Bank One of Oklahoma City. Title 11, Oklahoma Statutes 1981, sections 48-101 et. seq. assigns the authority to establish and amend the benefit provisions of the plans that participate in the Fund to the respective employer entities. All full-time and part-time employees of the Town are eligible to participate in the Fund and full-time employees are fully vested after 10 years. Covered employees contribution is 8% of their gross payroll while the Town contribution is 4%. Employee contributions over 8% are optional. The payroll for Town employees for the year was \$391,206. The payroll for Town employees covered by the Fund for the year was \$324,751. Actual Town and employee contributions for the year were \$13,001 and \$27,114 respectively.

The Town of Goldsby
Notes to the Basic Financial Statements
As of and for the Year Ended June 30, 2013

Defined Benefit Pension Plan

Plan Description. The Town contributes to the Oklahoma Firefighters Pension and Retirement System (the System), a cost-sharing multiple-employer defined benefit pension plan administered by a 13-member board which acts as fiduciary for investment of funds and the application of plan interpretations. The System provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. The System is a component unit of the State of Oklahoma and is authorized under Title 11, Oklahoma Statutes 1981, sections 48-101 et. seq. The System issues a publicly available financial report that includes financial statements and required supplementary information for the plan and may be obtained from their offices at 4545 N. Lincoln Blvd., Suite 265, Oklahoma City, OK 73105, or by calling 1-800-525-7461.

Funding Policy. Volunteer firefighters are not required to contribute, but the Town is required to contribute \$60 per volunteer per year. The contribution requirements of the System are an established rate determined by Oklahoma Statute and are not based on actuarial calculations. The Town's contribution to the System for the year ended June 30, 2013, 2012 and 2011 was \$1,140, \$1,260 and \$1,140 respectively equal to the required contribution for each year.

10. Workers' Compensation Plan

The Town participates in the Oklahoma Municipal Assurance Group Workers' Compensation Plan (the Plan). The Plan became effective October 1, 1984. The purpose of the Plan is to provide workers' compensation coverage through the State Insurance Fund to participating municipalities in the State of Oklahoma. In that capacity, the Plan is responsible for providing loss control services and certain fiscal activities including obtaining contract arrangements for the underwriting, excess insurance agreements, claims processing, and legal defense for any and all claims submitted to it during the Plan year. A plan year normally begins at 12:01 am July 1 in any year and ends at midnight June 30 of the following year. The Plan, or its designated agent, has a right to audit at all reasonable times such books and records of the participant as necessary to determine the monies owed for benefits provided to the municipality or its employees.

Plan participants have the responsibility to pay fees set by the Plan and to pay those fees from funds appropriated for that purpose according to the established payment schedule. In addition, participants are responsible for complying with all requirements of the Oklahoma Workers' Compensation Act. Participants have the right to the return of any Loss Funds set aside for claims which have not been paid out as benefits. Losses are limited to amounts set aside by the plan. Town funds on deposit with OMAG at year end were \$2,876.

The Town of Goldsby
Notes to the Basic Financial Statements
As of and for the Year Ended June 30, 2013

11. Inter-fund Transactions

	General				
Inter-fund Receivables and Payables	Fund	GAT	GWA	GPWA	Total
Routine operating expenses	4,518	1,456	(2,655)	(3,319)	0

	General				
Inter-fund Transfers	Fund	GAT	GWA	GPWA	Total
Sales tax transfer	(952,415)	0	952,415	0	0
Sales tax transfer	952,415	0	(952,415)	0	0
REAP grant for water system	(45,000)	0	45,000	0	0
Funds for fuel pump	(11,849)	11,849	0	0	0
Operating funds	(6,751)	0	0	6,751	0
Total transfers	(63,600)	11,849	45,000	6,751	0

12. Subsequent Events

Management performed an evaluation of the Town's activity through January 30, 2014, the date the audit report was available to be released, and has concluded that there are no significant subsequent events requiring disclosure through that date.

13. Prior Period Adjustments

Debt service costs of \$4,448 were written off in accordance with GASB-65.

The Town's trash service, in the amount of \$484,477, was transferred from the general fund to the Goldsby Public Works Authority.

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL
REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN
AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS**

To the Board of Trustees
The Town of Goldsby, Oklahoma

We have audited in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, and each fund of the Town of Goldsby, Oklahoma, as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the basic financial statements of the Town of Goldsby, and have issued our report thereon, dated January 30, 2014.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the internal control over financial reporting of the Town of Goldsby to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Town of Goldsby's internal control. Accordingly, we do not express an opinion on the effectiveness of the Town of Goldsby's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies, and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we identified certain deficiencies in internal control that we consider to be material weaknesses and significant deficiencies.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the following deficiencies in the Town's internal control to be material weaknesses:

2013-1 There are no established procedures to ensure that water and trash billing reports are reconciled to the general ledger monthly. We recommend that procedures be established to make sure billing reports are printed timely and reconciled to the general ledger monthly.

Response We will set up a schedule of billing reports that need to be printed and reconciled to the general ledger monthly and make sure that the reports are printed and the reconciliations are performed monthly.

2013-2 Installation and operation of the new accounting system created many issues resulting in a lack of integrity in the financial records. We recommend that the town's accounting personnel work closely with the software company to make sure the software is operating correctly and that the reports accurately reflect the transactions recorded in the software.

Response We are working with the software company to fix the software operating and reporting issues.

2013-3 Interfund transactions are not being reconciled between entities on a timely basis causing interfund loans or transfers to be recorded in one entity but not in the related entity. We recommend that procedures be established to make sure all interfund transactions are reconciled between entities at least monthly.

Response We will establish procedures to make sure all Interfund transactions are reconciled between the town and the public trusts every month.

A significant deficiency is a deficiency, or combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the following deficiencies to be significant deficiencies:

2013-4 There is not sufficient segregation of duties between those maintaining the general ledger and billing systems, performing reconciliations, or collecting payments, and no compensating procedures to provide for oversight or review of those transactions.

Response Since we are a small town, we will never be able to have sufficient segregation of duties. However, we are working on allocating office tasks to various personnel in order to develop better reconciling and oversight procedures for our accounting records.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the financial statements of the Town of Goldsby are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements,

noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed the following instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

2012-5 The general fund did not budget the transfers to the Goldsby Water Authority or the Goldsby Public Works Authority. We recommend that the Town establish policies and procedures to make sure all expenditures and transfers are correctly recorded in the general ledger and correctly budgeted.

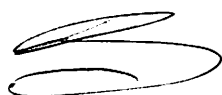
Response We will establish policies and procedures to make sure all expenditures and transfers are correctly recorded in the general ledger and correctly budgeted.

The Town of Goldsby's Response to Findings

The Town of Goldsby's response to the findings identified in our audit is described above. The Town of Goldsby's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

 , C.P.A., Inc.

Becky Fleming, C.P.A., Inc.
January 30, 2014

**THE TOWN OF GOLDSBY
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2013**

	Original Budget	Final Budget	Budget Basis Actual	Variance Favorable (Unfavorable)
REVENUES				
Taxes	1,221,000	1,221,000	1,262,122	41,122
Payments in lieu of taxes	0	0	35,750	35,750
Shared taxes	24,500	24,500	76,119	51,619
Fines and fees	15,000	15,000	13,336	(1,664)
Permits, licenses, inspections	36,000	36,000	35,290	(710)
Rents and royalties	20,600	20,600	23,067	2,467
Sales and services	100,000	100,000	100,000	0
Donations	2,000	2,000	1,550	(450)
Grants	4,000	4,000	55,431	51,431
Other revenues	0	0	6,623	6,623
Interest	15,000	15,000	21,025	6,025
TOTAL REVENUES	1,438,100	1,438,100	1,630,313	192,213
EXPENDITURES				
Court	20,159	20,159	18,730	1,429
General government	397,136	397,136	275,722	121,414
Park department	73,597	73,597	69,714	3,883
Security department	100,000	100,000	96,637	3,363
Fire department	72,586	72,586	62,283	10,303
Trash department	65,786	0	0	0
Street department	185,887	185,887	170,262	15,625
Capital outlay	795,000	795,000	423,431	371,569
TOTAL EXPENDITURES	1,710,151	1,644,365	1,116,779	527,586
REVENUES OVER (UNDER) EXPENDITURES	(272,051)	(206,265)	513,534	719,799
OTHER FINANCING SOURCES (USES)				
Interfund transfers	0	0	(63,600)	(63,600)
NET CHANGE IN FUND BALANCES	(272,051)	(206,265)	449,934	656,199
BEGINNING FUND BALANCE	1,688,492	1,688,492	1,688,492	0
ENDING FUND BALANCE	1,416,441	1,482,227	2,138,426	656,199

Notes to the budgetary comparison schedule:

1. The schedule is prepared using the modified accrual basis of accounting. Any differences between the budget basis and GAAP are immaterial.
2. Transfers to the GAT, GWA, and GPWA were not budgeted as required.

THE TOWN OF GOLDSBY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2013
 (Accrual Basis)

<i>FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM TITLE</i>	FEDERAL CFDA NUMBER	PASS-THROUGH GRANTOR'S NUMBER	DEFERRED REVENUE JUNE 30, 2012	REVENUES	EXPENSES	DEFERRED REVENUE JUNE 30, 2013
<i>U.S. Department of Transportation, Federal Aviation Administration</i>						
Oklahoma Aeronautics Commission						
Airport Improvement Program	20.106	3-40-0066-007-2012	0	205,000	205,000	0
TOTAL FEDERAL AWARDS			<u>0</u>	<u>205,000</u>	<u>205,000</u>	<u>0</u>

THE TOWN OF GOLDSBY
SCHEDULE OF EXPENDITURES OF STATE AWARDS
FOR THE YEAR ENDED JUNE 30, 2013
 (Accrual Basis)

<i>STATE GRANTOR/ PASS-THROUGH GRANTOR PROGRAM TITLE</i>	GRANTOR'S NUMBER	DEFERRED REVENUE JUNE 30, 2012	REVENUES	EXPENSES	DEFERRED REVENUE JUNE 30, 2013
<i>Oklahoma Department of Agriculture, Food, and Forestry</i>					
Association of Central Oklahoma Governments					
Rural Fire Protection	9074	0	4,484	4,484	0
Total Oklahoma Department of Agriculture, Food, and Forestry		0	4,484	4,484	0
<i>Oklahoma State Auditor and Inspector</i>					
Association of Central Oklahoma Governments					
Rural Economic Action Plan	Goldsby-REAP 13	0	45,000	45,000	0
Total Oklahoma State Auditor and Inspector		0	45,000	45,000	0
TOTAL STATE AWARDS		<u>0</u>	<u>49,484</u>	<u>49,484</u>	<u>0</u>